

Department of Health and Human Services Overview

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FISCAL RESEARCH DIVISION
A Staff Agency of the North Carolina General Assembly

Department of Health and Human Services Authority

G.S. 143B-137.1. Department of Health and Human Services – duties.

It shall be the duty of the Department to:

- provide the necessary management, development of policy, and establishment and enforcement of standards for the provisions of services in the fields of public and mental health and rehabilitation
- with the intent to assist all citizens – as individuals, families, and communities – to achieve and maintain an adequate level of health, social and economic well being, and dignity.
- Whenever possible, the Department shall emphasize preventive measures to avoid or to reduce the need for costly emergency treatments that often result from lack of forethought.
- The Department shall establish priorities to eliminate those excessive expenses incurred by the State for lack of adequate funding or careful planning of preventive measures. (1997 443, s. 11A.3.)

Department of Health and Human Services Organization G.S. 143B-138.1

See Handout

Department of Health and Human Services

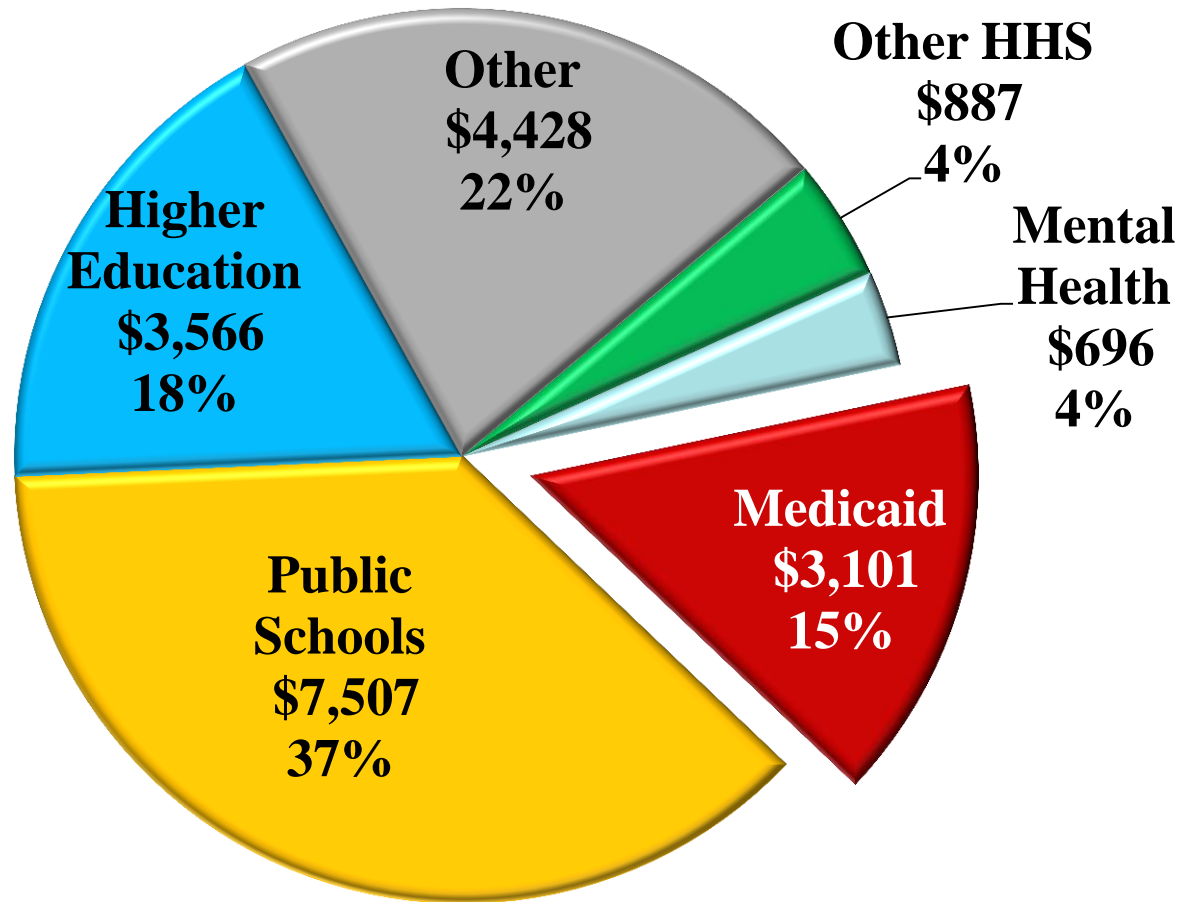
2012-13 General Fund Budget

Subcommittee/Area	General Fund Appropriation	% of Total
Education	11,072,499,236	54.86%
Health & Human Services	4,683,868,314	23.21%
Justice & Public Safety	2,282,236,908	11.31%
Natural & Economic Resources	373,772,147	1.85%
General Government	396,266,560	1.96%
Capital & Debt Service	708,696,719	3.51%
Statewide Reserves and Capital	666,895,930	3.30%
TOTAL	\$20,184,235,814	100.00%

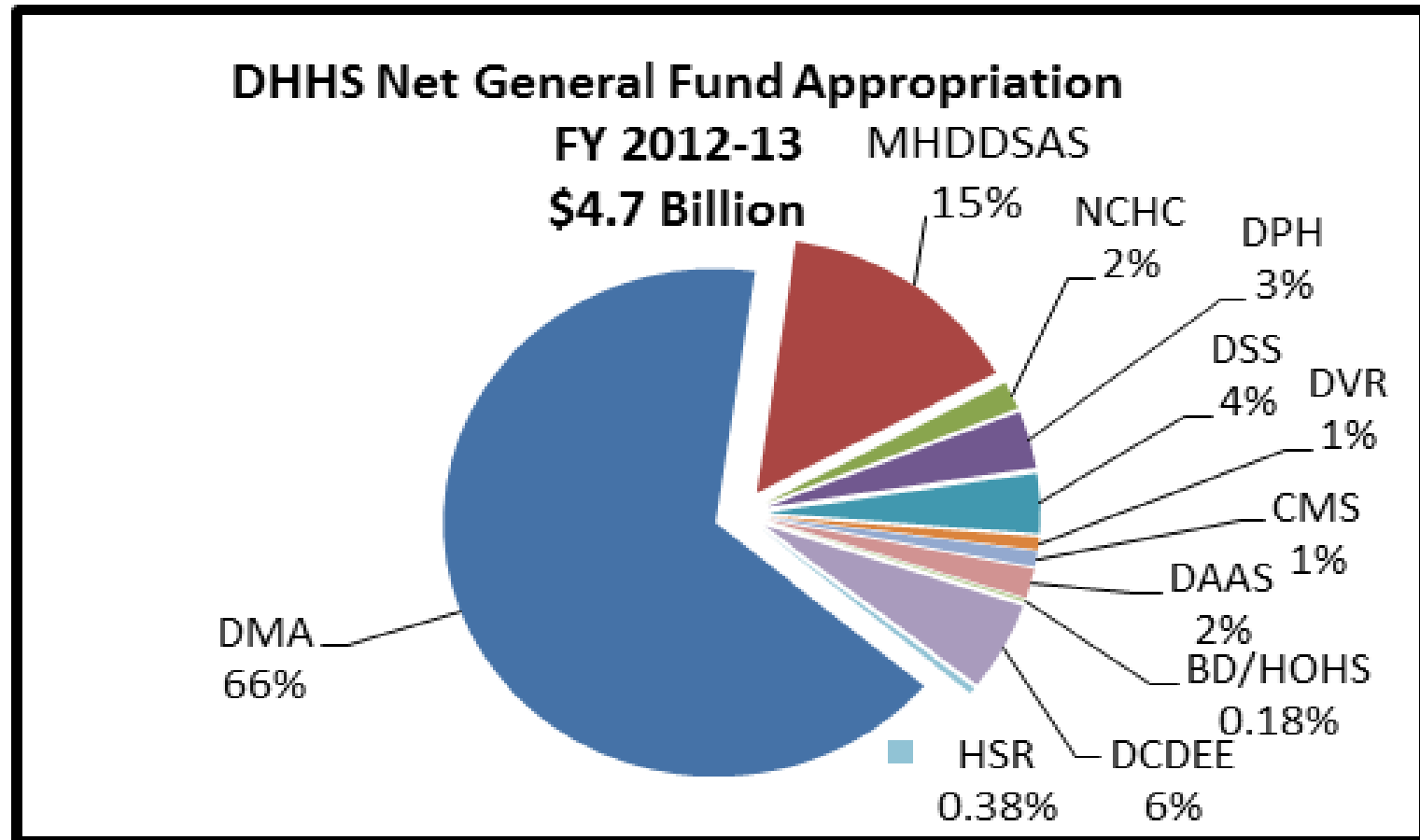
Department of Health and Human Services 2012-13 General Fund Budget

**General Fund
Appropriations
FY 2012-13**

**Total: \$20,184.2
million**



Department of Health and Human Services 2012-13 General Fund Budget



Department of Health and Human Services

2012-13 General Fund Budget

DHHS Agency	2012-13	% of Total
Blind and Deaf / Hard of Hearing Services	8,204,550	0.18%
Health Service Regulation	17,925,590	0.38%
Vocational Rehabilitation	37,528,128	0.80%
Central Management and Support	45,885,628	0.98%
NC Health Choice	81,710,435	1.74%
Aging and Adult Services	87,019,667	1.86%
Public Health	168,923,612	3.61%
Social Services	177,103,952	3.78%
Child Development	262,602,933	5.61%
Mental Health, Dev. Disabilities and Sub. Abuse	695,515,251	14.85%
Medical Assistance	3,101,448,568	66.22%
Total Health and Human Services	\$ 4,683,868,314	100.00%

Department of Health and Human Services

2011-12 Legislative Adjustments

	Governor's Continuation Budget	Legislative Net Changes	Revised Appropriation 2011-12	% Change
Central Management and Support	70,229,335	(20,051,958)	50,177,377	-28.55%
Aging and Adult Services	37,419,667	(400,000)	37,019,667	-1.07%
Blind and Deaf / Hard of Hearing Services	8,389,110	0	8,389,110	0.00%
Child Development*	261,759,600	4,343,333	266,102,933	1.66%
Health Service Regulation	17,925,590	(1,792,559)	16,133,031	-10.00%
Medical Assistance**	3,314,539,538	(356,151,354)	2,958,388,184	-10.75%
Mental Health, Dev. Disabilities and Sub. Abuse	723,675,112	(57,962,880)	665,712,232	-8.01%
NC Health Choice	88,373,806	(8,921,489)	79,452,317	-10.10%
Public Health***	161,930,589	28,512,656	190,443,245	17.61%
Social Services	202,245,063	(16,061,995)	186,183,068	-7.94%
Vocational Rehabilitation	41,252,238	(4,126,450)	37,125,788	-10.00%
Total Health and Human Services	4,927,739,648	(432,612,696)	4,495,126,952	-8.78%

*Pre-Kindergarten funds (\$65,011,651) were transferred from the Department of Public Instruction to the Division of Child Development.

** In Fiscal Year 10-11, a Federal Medical Assistance Percentage (FMAP) shortfall of approximately \$222 million was managed based on legislative authority provided to the Budget Director. Session Law 2011-23 prohibited the use of provider rate reductions in covering the FMAP shortfall (estimated at \$26,618,875 in the 2010 Budget Technical Corrections FMAP contingency plan). Session Law 2011-145 earmarked \$125,000,000 of the year-end unreserved fund balance to repay an early-draw down of federal funds. These earmarked funds are not reflected in the appropriation for the Division of Medical Assistance.

***Funds from the Health and Wellness Trust Fund were transferred to the Division of Public Health (\$32,904,411) for one year.

Department of Health and Human Services

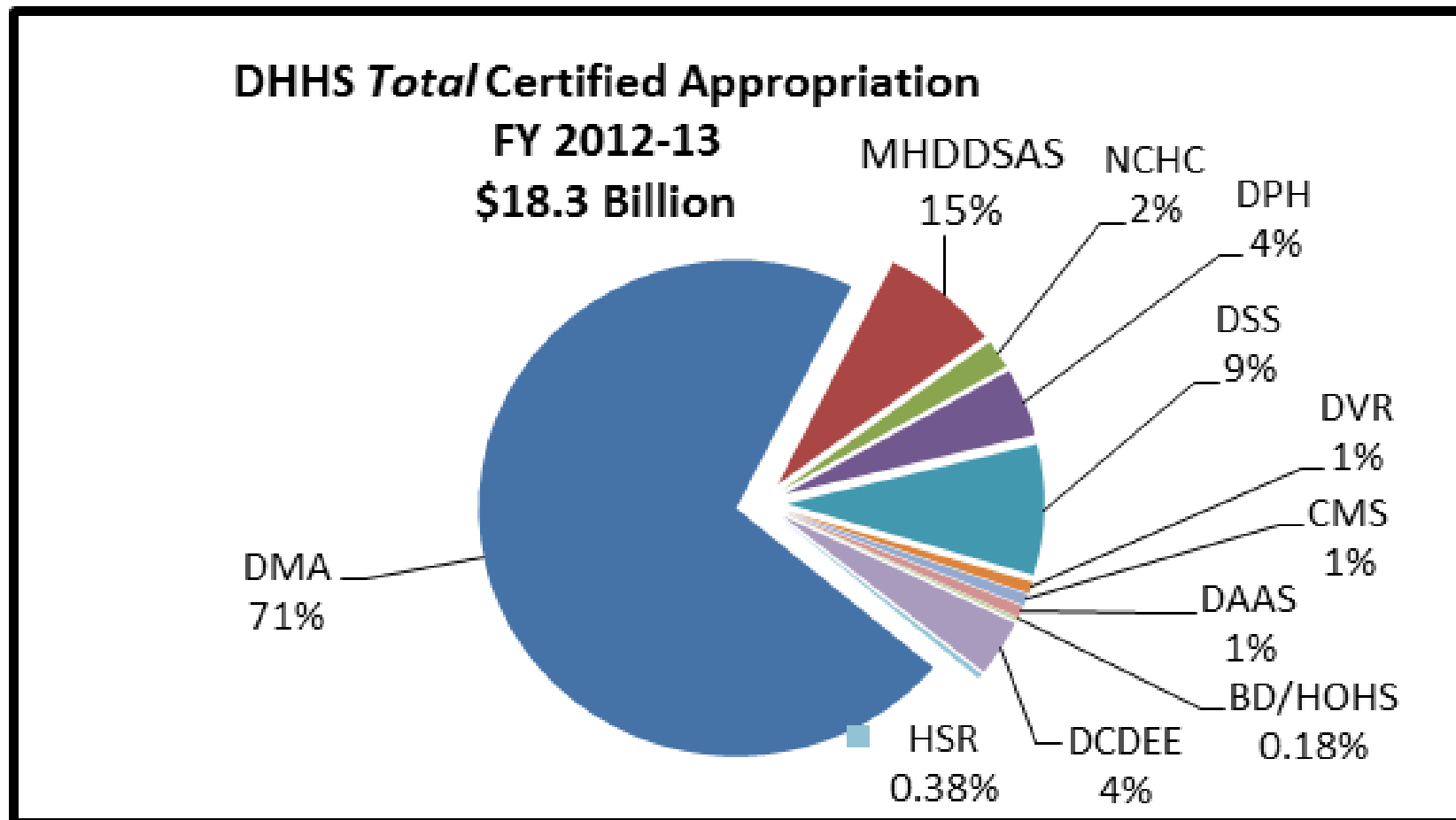
2012-13 Legislative Adjustments

	Governor's Continuation Budget	Legislative Net Changes	Revised Appropriation 2012-13	% Change
Central Management and Support	70,229,335	(24,343,707)	45,885,628	-34.66%
Aging and Adult Services	37,419,667	49,600,000	87,019,667	132.55%
Blind and Deaf / Hard of Hearing Services	8,372,886	(168,336)	8,204,550	-2.01%
Child Development	261,759,600	843,333	262,602,933	0.32%
Health Service Regulation	17,925,590	0	17,925,590	0.00%
Medical Assistance*	3,314,539,538	(213,090,970)	3,101,448,568	-6.43%
Mental Health, Dev. Disabilities and Sub. Abuse	723,675,112	(28,159,861)	695,515,251	-3.89%
NC Health Choice	88,373,806	(6,663,371)	81,710,435	-7.54%
Public Health**	161,930,589	6,993,023	168,923,612	4.32%
Social Services	202,245,063	(25,141,111)	177,103,952	-12.43%
Vocational Rehabilitation	41,654,578	(4,126,450)	37,528,128	-9.91%
Total Health and Human Services	4,928,125,764	(244,257,450)	4,683,868,314	-4.96%

*In order to manage a Medicaid shortfall in FY 11/12 the legislature had to take several actions: Session Law 2012-2 transferred funds to the Division of Medical Assistance(\$205,000,000); Session Law 2012-57 allowed for an additional amount to be transferred (\$94,000,000) from the Repairs and Renovations Reserve (R&R) Account. The actual amount of R &R funds used was (\$27,850,559); Transfers and other receipts used to cover the shortfall totaled \$142,064,399. The total gap managed by the Budget Director and the legislature for FY 11/12 was \$375,369,399.

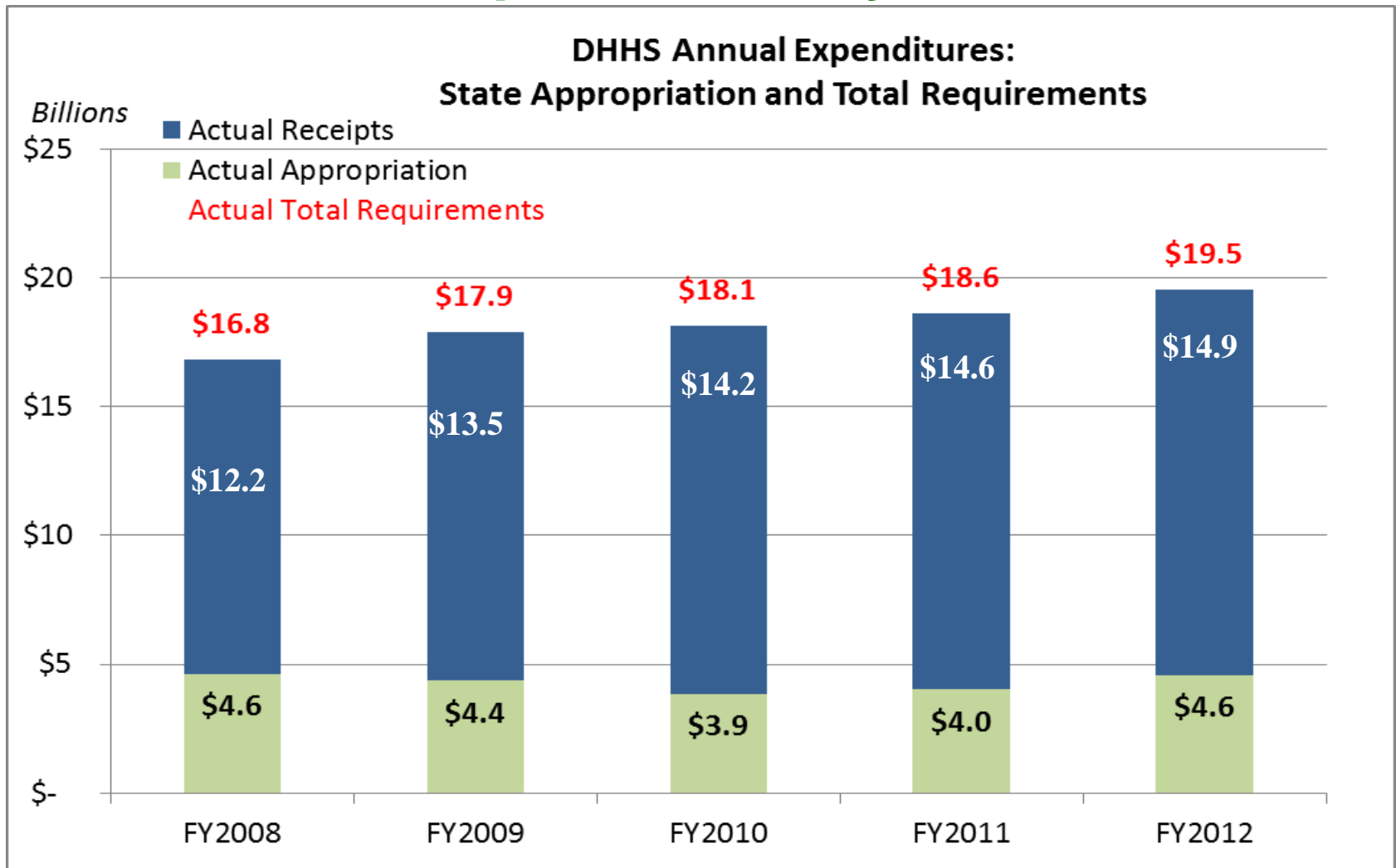
*Technical adjustment - Transfer of Environmental Health from DENR to Public Health.

Department of Health and Human Services 2012-13 Total Budget



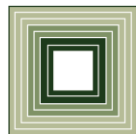
Department of Health and Human Services

Historical Expenditures by Fund Source



Attachment

DHHS Agencies



FISCAL RESEARCH DIVISION
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Division of Central Management and Support (Office of the Secretary)

PURPOSE

- Provides agency-wide administrative support to the divisions and offices within DHHS. Sections include:
 - Budget and Analysis
 - Internal Auditor
 - Information Resource Management
 - Citizen Services
 - Medicaid Management Information System
 - Office of the Secretary
 - Human Resources
 - Controller
 - Property & Construction
 - Government & Community Relations
 - Office of Rural Health

Division of Child Development (DCD)

PURPOSE

- Supports early childhood services, including:
 - Regulation and Licensure of child care centers and homes
 - Administration of Child Care Subsidies
 - Early childhood initiatives
 - Other

Division of Mental Health, Developmental Disabilities, and Substance Abuse Services and State Operated Facilities (DMH/DD/SAS)

PURPOSE

- Provides prevention, intervention, treatment and services to people who have or at risk of having:
 - Mental illness
 - Developmental disabilities
 - Substance abuse problems
- Includes
 - Community-based services
 - State-operated residential treatment facilities
 - Psychiatric hospitals and developmental centers
 - Alcohol and drug abuse treatment centers (ADATCs)
 - Neuro-medical centers (psychiatric and developmental disability)
 - Residential programs for children

Division of Medical Assistance (DMA)

PURPOSE

- Title XIX of the Social Security Act – Medicaid is an entitlement program designed to pay for medical care for low-income families and individuals. Costs for the program are shared by states and the federal government.
- Health insurance for
 - Low-income families
 - Long-term care for elderly
 - Services for people with disabilities
- Eligibility is determined by income, assets, age, and disability

Health Choice (CHIP)

PURPOSE

- Provide health insurance to uninsured children
 - Up to age 18
 - From families with income up to 200 percent FPL
- Benefits that mirror the State Health Plan, plus
 - Dental, Vision, Hearing
- Not an entitlement program
- Administered by Division of Medical Assistance

Division of Aging and Adult Services (DAAS)

PURPOSE

- Provides services for the elderly and services for disabled adults through
 - 17 Area Agencies on Aging
 - 100 county departments of social services
- Programs include :
 - Home and community based services
 - Adult day care
 - Nutrition services
 - Transportation
 - Senior Centers
 - Adult protective services and guardianship
 - State/County Special Assistance for adult care homes
 - At-risk and adult care home case management

Division of Health Service Regulation (DHR)

PURPOSE

- Establish and enforce the regulation of facilities
- Major functions:
 - Medical facilities planning
 - Licensure and regulation of the construction and operation of facilities
 - Operation of the health care personnel registry
 - Development of statewide emergency medical services (EMS)

Division of Public Health (DPH)

PURPOSE

- Supports the Local Health Departments
- Epidemiology
 - State Laboratory
 - Communicable Disease
 - Public Health Preparedness
 - Epidemiology
- Women's and Children's Health
 - Maternal and Infant Health
 - Early Intervention
 - Child Health
- State Center for Health Statistics
- Chronic Disease
 - Diabetes, Heart Disease, Stroke, Tobacco-use, & Obesity

Division of Social Services (DSS)

PURPOSE

- Provides services ,through the 100 county social services departments, to children and families, including:
 - Work First Family Assistance
 - Food and Nutrition Services (aka Food Stamps)
 - Child Welfare
 - Child Support Enforcement
 - Child Protective Services
 - Adoption and Foster Care
 - Other
 - Low-income Home Energy Assistance (LIHEAP) Refugee Assistance

Division of Vocational Rehabilitation (DVR)

PURPOSE

- Serve persons with physical, intellectual, and psychiatric disabilities
 - Employment training and readiness services.
 - Independent living services.
 - Assistive Technology services.
- Processes applications and determines eligibility for federal Social Security Disability, Supplemental Security (SSI), and Medicaid benefits

Divisions of Blind, Deaf and Hard-of-Hearing

PURPOSE

- Provide comprehensive range of services including information, referrals, advocacy, training, outreach, interpreters, assistive technology
- Services to Blind: blind or visually impaired individuals
- Services for Deaf and Hard-of-Hearing: deaf, hard-of-hearing, or speech impaired individuals, affected families, agencies, and businesses

Questions?

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